

1 QUINN EMANUEL URQUHART & SULLIVAN, LLP

Charles K. Verhoeven (Bar No. 170151)

2 charlesverhoeven@quinnemanuel.com

David A. Perlson (Bar No. 209502)

3 davidperlson@quinnemanuel.com

Melissa J. Baily (Bar No. 237649)

4 melissabaily@quinnemanuel.com

John Neukom (Bar No. 275887)

5 johnneukom@quinnemanuel.com

Jordan Jaffe (Bar No. 254886)

6 jordanjaffe@quinnemanuel.com

50 California Street, 22nd Floor

7 San Francisco, California 94111-4788

Telephone: (415) 875-6600

8 Facsimile: (415) 875-6700

9 Attorneys for WAYMO LLC

10 UNITED STATES DISTRICT COURT

11 NORTHERN DISTRICT OF CALIFORNIA

12 SAN FRANCISCO DIVISION

13 WAYMO LLC,

14 Plaintiff,

15 vs.

16 UBER TECHNOLOGIES, INC.;
17 OTTOMOTTO LLC; OTTO TRUCKING LLC,

18 Defendants.

CASE NO. 3:17-cv-00939

**PLAINTIFF WAYMO LLC'S
OPPOSITION TO OTTO TRUCKING'S
MOTION TO ENFORCE THE COURT'S
JUNE 7, 2017 ORDER (DKT. 563) AND TO
JOIN AND ADOPT CO-DEFENDANTS
UBER TECHNOLOGIES, INC.
OTTOMOTTO LLC'S MOTION TO
ENFORCE THE COURT'S JUNE 7, 2017
ORDER (DKT. 563)**

**PUBLIC REDACTED VERSION OF
DOCUMENT SOUGHT TO BE SEALED**

Date: August 16, 2017

Time: 8:00 a.m.

Ctrm: 8, 19th Floor

Judge: The Honorable William H. Alsup

Trial Date: October 10, 2017

1 As its title implies, Otto Trucking’s “Motion to Enforce the Court’s June 7, 2017 Order
 2 And To Join And Adopt Co-Defendants Uber Technologies, Inc. and Ottomotto LLC’s Motion to
 3 Enforce the Court’s June 7, 2017 Order” (Dkt. 843-3) is mostly a joinder to Uber and Ottomotto’s
 4 previously-filed Motion (Dkt. 797). Like Uber and Ottomotto’s Motion, Otto Trucking’s Motion
 5 argues that the damages contentions and witness disclosures in Waymo’s Rule 26(a) disclosures
 6 are insufficient under the Court’s June 7 Order (Dkt. 563). Waymo’s Opposition to Uber and
 7 Ottomotto’s Motion (Dkt. 934) already explained why Waymo’s damages disclosures and witness
 8 designations are sufficient and proper, particularly given Defendants’ still-incomplete production
 9 of documents that Waymo needs to guide its selection of an appropriate damages methodology in
 10 this case. The points made in Waymo’s Opposition to Uber and Ottomotto’s Motion apply
 11 equally to Otto Trucking’s Motion. For the sake of brevity, Waymo will not repeat those points
 12 here. However, Otto Trucking’s Motion does make two separate arguments that warrant a
 13 separate response.

14 *First*, Otto Trucking argues that “[n]othing in any of Waymo’s two Rule 26 damages
 15 disclosures is specific to Otto Trucking. Nor is anything in Waymo’s Patent Local Rule 3-8
 16 damages disclosures specific to Otto Trucking.” (Mot. at 4:7-9) (citations omitted). But this is a
 17 red herring. Waymo’s damages disclosures are not “specific” to *any* Defendant because Waymo
 18 is relying on the same basic damages framework (unjust enrichment and reasonable royalty) for all
 19 three Defendants. (*See* Dkt. 843-10 at 18 (Rule 26(a) damages disclosures); Dkt. 843-11 (L.R. 3-8
 20 damages disclosures).) Moreover, Defendants’ belated production of damages discovery means
 21 that Waymo cannot yet differentiate its damages contentions with Defendant-specific numbers for
 22 each of the three Defendants. So there is nothing improper about the fact that Waymo’s damages
 23 contentions do not disclose an Otto Trucking-specific damages theory and do not (yet) disclose an
 24 Otto Trucking-specific damages number.

25 The lack of an Otto Trucking-specific damages theory or damages number is also
 26 particularly appropriate here given that Uber, Ottomotto, and Otto Trucking are jointly and
 27 severally liable for the trade secret misappropriation in this case. *See Brocade Commc'ns Sys.,*
 28 *Inc. v. A10 Networks, Inc.*, 873 F. Supp. 2d 1192, 1217-18 (N.D. Cal. 2012) (“trade secret

1 misappropriation is considered an intentional tort, and thus joint tortfeasors are jointly and
 2 severally liable Although the damages expert has not apportioned damages to each individual
 3 defendant, this is not fatal to Plaintiffs' claims") After all, Ottomotto and Otto Trucking are
 4 the corporate vehicles that were used to misappropriate Waymo's trade secrets for the benefit of
 5 Uber. Anthony Levandowski officially formed Ottomotto on January 15, 2016 (while he was
 6 simultaneously employed by Waymo, consulting with Uber on Uber's self-driving car project, and
 7 negotiating the acquisition of Ottomotto). He officially formed Otto Trucking on February 1,
 8 2016 (five days after resigning from Waymo and while he was consulting with Uber on Uber's
 9 self-driving car project and negotiating the acquisition of Otto Trucking). Mr. Levandowski was
 10 acting for all three Defendants at various times in order to facilitate the misappropriation of
 11 Waymo's trade secrets.

12 Uber entered into Agreements and Plans of Merger with each of Ottomotto and Otto
 13 Trucking [REDACTED] of the formation of those entities. Pursuant to its
 14 Agreement and Plan of Merger, Otto Trucking was obligated and continues to be obligated to
 15 [REDACTED] (which has now been acquired by
 16 Uber). Pending completion of the [REDACTED] Mr. Levandowski remains
 17 one of two managing members of Otto Trucking and holds [REDACTED]
 18 [REDACTED]. (Judah Decl. Ex. 1.)¹ Uber has an [REDACTED]

19 [REDACTED]. If Uber does not
 20 [REDACTED]
 21 [REDACTED]
 22 [REDACTED]
 23 [REDACTED]

24 The interweaving and concerted action of Uber, Ottomotto, and Otto Trucking regarding
 25 the misappropriation alleged in this case only accentuates why joint and several liability is proper,
 26

27 ¹ References to "Judah Decl." refer to the Declaration of James Judah filed concurrently
 28 herewith.

1 such that Wayo need not articulate a separate damages theory or damages number against each
 2 Defendant. *Brocade*, 873 F. Supp. 2d at 1217-18; *see also Clark v. Bunker*, 453 F.2d 1006, 1010–
 3 11 (9th Cir. 1972) (“Turning to damages, appellants' first argument is that no award of
 4 compensatory damages could be made against appellants other than Memorial Guardian Plans,
 5 Inc., because no other appellant was shown to have received any profits from the [trade secret]
 6 misappropriation and use of appellee's plan. It is sufficient to say that the trial court found
 7 appellants to be joint tortfeasors and hence jointly and severally liable for the damage sustained by
 8 appellee, and the record supports that finding.”)

9 *Second*, Otto Trucking argues that “Waymo has admitted that all of its claims stem from
 10 the alleged development of the Spider and Fuji LiDAR systems. But Otto Trucking had no
 11 involvement in research and development for the Spider or Fuji LiDAR systems.” (Mot. at 4:15–
 12 17) (citations omitted). This argument is unavailing for several reasons. First, Waymo has never
 13 “admitted” that its claims are limited to the Fuji and Spider LiDAR systems. While Waymo cited
 14 those systems as evidence of how Defendants have used Waymo’s trade secrets and infringed
 15 Waymo’s patent claims, Otto Trucking points to no statement where Waymo *limited* its claims to
 16 those two systems. Nor would such a limitation make any sense. For example, trade secret
 17 misappropriation can consist of improper “acquisition” of a trade secret, even without any “use” of
 18 that trade secret at all. *See* Cal. Civ. Code § 3426.1(b)(1); 18 U.S.C. § 1839(5)(A). So it makes
 19 no sense to say that Waymo’s trade secret claims are limited to *use* of Waymo’s trade secrets in
 20 Fuji or Spider.

21 Moreover, even if Waymo’s claims *were* limited to Fuji and Spider, Otto Trucking cites
 22 nothing besides its own interrogatory responses for the proposition that it had no involvement in
 23 those two systems. (*See* Mot. at 4:16-26.) With discovery still ongoing, the question of whether
 24 Otto Trucking had any involvement in Fuji or Spider is clearly an open question of fact. Indeed,
 25 Otto Trucking’s argument that it cannot be liable because it had no involvement with those
 26 systems is essentially a back-door motion for summary judgment on the issue of liability and/or
 27 damages. This is obviously improper, as the Court expressly denied Otto Trucking’s request to
 28

1 move for summary judgment (Dkt. 764) and stated that Otto Trucking could not renew this request
2 until “after the close of fact discovery.” (*Id.* at 1:21.)

3 For the foregoing reasons, Waymo respectfully requests that Otto Trucking’s Motion be
4 denied.

5
6 DATED: July 21, 2017

QUINN EMANUEL URQUHART & SULLIVAN, LLP

7 By /s/ Charles K. Verhoeven

8 Charles K. Verhoeven

9 Attorneys for WAYMO LLC
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28